

FY 2015 Public Cost Segments and Components Report

I. PREFACE

A. Purpose and Content

USPS-FY15-2 is an output (“C” report) of the FY 2015 Cost and Revenue Analysis (CRA) Model (USPS-FY15-31) that shows attributable costs by Market Dominant product for 17 cost segments, including Postmasters, Supervisors, Clerks and Mail Handlers, City Carrier In-Office Activities, City Carrier Street Activities, Rural Carriers, and Purchased Transportation. For competitive products, the report displays summary information.

B. Predecessor Document

USPS-FY14-2

C. Corresponding Non-Public Document

USPS-FY15-NP12, FY 2015 Non-Public Cost Segments and Components Report

D. Methodology

The FY 2015 Non-Public Cost Segments and Components Report follows the methods applied in the Commission’s FY 2014 Annual Compliance Determination (ACD) with the modifications discussed in USPS-FY15-31 (CRA Model) and USPS-FY15-32 (“B” Workpapers). Due to the merger of cost segments 3 and 4, tab CS04 has been removed and the C/S 4 column has been removed from tab CSSummary. For more information, see Docket No. RM2015-19, Proposal Ten, Order No.2837 (November 25, 2015).

E. Inputs/Outputs

The tables below show the ACR folders that serve as inputs/outputs to/from USPS-FY15-2.

Input ACR Folders

Description	ACR Folder
FY 2015 CRA Model	USPS-FY15-31

Output ACR Folders

Description	ACR Folder
FY 2015 Nonprofit Mail Cost Approximations	USPS-FY15-27
FY 2015 Special Cost Studies Workpapers – Special Services	USPS-FY15-28

II. ORGANIZATION

USPS-FY15-2 consists of an Excel workbook, named FY15.Public Cost Segs and Comps. The workbook has tabs for each Cost Segment that shows attributable costs by Market Dominant product and Competitive products in aggregate by component groups. It also has a tab named CSSummary which displays aggregate attributable costs by Market Dominant product and Competitive products in aggregate by cost segment. Attributable costs for several products are further modified by final adjustments performed in the model's "D" report, which is contained in folder USPS-FY15-31.